

Revised EVM Policy: New Application Thresholds

Contracts	Thresholds	Requirements
Cost or Incentive Equal to Or Above Threshold	$\geq \$50M$	<ul style="list-style-type: none"> -Compliance with industry EVM standard - <u>Formal validation of contractor's EVM system</u> - Contract Performance Report -Integrated Master Schedule -Integrated Baseline Review
Cost or Incentive Equal to Or Above Threshold	$\geq \$20M$	<ul style="list-style-type: none"> -Compliance with industry EVM standard -<u>Formal system validation not required.</u> -Contract Performance Report -Integrated Master Schedule -Integrated Baseline Review
Cost or Incentive Less Than Threshold	$< \$20M$	<ul style="list-style-type: none"> - EVM optional (risk-based decision)